

## ***2005/2006 Restricted Funds Resources and Expenditures***

The 2005 operating expenditures for the Restricted Funds total \$446.6 million, which is a decrease of 3.7% from the 2004 Restricted Funds budget. The recommended 2006 operating expenditures total \$429.8 million, which is a decrease of 3.8% from the 2005 Restricted Funds recommended budget amount. (See All Funds Operating Budget on page 14).

As with the General Fund, the Restricted Funds 2005 expenditure amount decreased from the 2004 budget. This was primarily due to necessary budget reductions because of declining 2005 revenue estimates in some funds. The 2005 operating expenditures for 12 of the 18 Restricted Funds, or 66.7%, have decreased from their 2004 budgets. After considering the inflationary increases and adjusting for reductions to management compensation, the Restricted Funds budget changes include reductions in staffing, service levels, non-personal items such as training and tuition reimbursements, transfers made to capital projects, and reductions in the issuance of bonds. Significant decreases have also been made in non-appropriated restricted funds, which are discussed below. However, Federal mandates, new grants, and other changes, may result in some funds having increases over expected inflationary amounts. The increases beyond inflation are discussed in the individual fund sections that follow.

### ***Appropriated Restricted Fund Revenue Estimates and Expenditures for 2005/2006***

While all of the Appropriated Restricted Funds are balanced, several of the Appropriated Restricted Funds for one or both years of the biennial have estimated fund balances less than 10% of estimated expenditures. These include: Convention Center Fund 103; Stormwater Management Utility Fund 107; Bond Retirement Fund 151; Street Construction, Maintenance, and Repair Fund 301; Income Tax-Infrastructure Fund 302; Parking Meter Fund 303; Recreation Special Activities Fund 323; the Health Services Fund 395; and Income Tax-Transit Fund 759. These funds will be monitored closely and expenditure reductions may be required for the 2006 budget update.

There are some noteworthy changes in the revenue estimates and recommended expenditures for 2005 and 2006 compared to the 2004 budget. Descriptions of the Appropriated Restricted Fund changes for the 2005/2006 biennium follow in the Restricted Funds Resources and Expenditures section of this document.

### ***Non-Appropriated Restricted Fund Expenditures for 2005/2006***

At the bottom of the "All Funds Operating Budget" table on page 14 is a total for non-appropriated Restricted Fund operating budgets. These funds are typically grants or single purpose funds. Non-appropriated funds have ongoing authorization for expenditures within realized resources by virtue of their enabling legislation. The budgets are based on resources and are determined administratively without requiring the passage of annual appropriation ordinances.

The recommended 2005 non-appropriated Restricted Funds budget of \$14,201,160 is \$7,641,250, or 35.0%, less than the 2004 approved budget. The reduction is primarily due to significant decreases in the Home Health Services Fund 353 of \$2,479,240, the Criminal Activities Forfeiture Federal Fund 367 of \$228,420, the Drug Offender Fines Forfeiture Fund 370 of \$193,000, the Citizen Safety Fund 377 of \$1,000,000, the Cincinnati of the Move Fund 382 of \$205,000, the Market Facilities Fund 405 of \$82,400, and the elimination of funding for the Workforce Investment Act Fund 464 of \$3,993,430. There are no significant increases in 2005 for the other non-appropriated funds.

The 2006 operating budgets for the non-appropriated Restricted Funds change primarily by the budgeted wage and inflation increases.

## WATER WORKS FUND 101

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Water Works - Fund 101</b>				
Revenue	104,603	97,200	102,416	109,112
Prior Year Carryover	31,041	25,617	16,230	17,550
Resources	135,644	122,817	118,646	126,662
Operating Expenditures	97,838	94,398	95,274	97,574
Transfer to Capital	12,189	12,189	5,822	3,972
Expenditures	110,027	106,587	101,096	101,546
Resources Minus Expenditures	25,617	16,230	17,550	25,116

### Description

Water Works Fund 101 supports the Cincinnati Water Works operations, capital improvements, repairs, and debt service expenditures without any General Fund support. The City owns and operates the entire system, funded by water user fees paid by City residents and customers in adjacent jurisdictions.

### Major Services

- Water Works Administration
- Customer Services
- Water Supply
- Water Distribution
- Engineering Services
- Water Quality and Treatment

### Revenues

The revenue estimates for the Water Works Fund 101 are \$102,416,000 for 2005, which is a 2.1%, decrease from the 2004 budget. For 2006, the estimate of \$109,112,000 is a 6.5%, increase over 2005. The 2004 estimated actual revenues of \$97,200,000 decrease by 7.1% when compared to the 2004 budget as a result of a decline in water consumption in the City of Cincinnati and Hamilton County related to decreasing household consumption, a decline in business/commercial consumption, the use of

low-flow fixtures in new construction and renovations, and a relatively wet summer. The 2005/2006 revenue estimates are based on projected rate increases of 5.0% in 2005 and 7.5% in 2006. Previous planning documents called for increases in the 3-4% range for 2005/2006. Please see the departmental budget section of this document for additional information concerning the proposed rate increases. The Cincinnati Water Works is now on annual rate change schedule.

### Expenditures

The total 2005 operating budget for the Water Works Fund of \$95,274,330 is a 2.6% decrease from the 2004 budget and a 0.9% increase from the 2004 estimated actual. The 2004 estimated actual expenditures decrease by 3.5% when compared to the 2004 budget primarily as a result of position vacancies (due to the hiring freeze), delay in the implementation of the Butler County service agreement and savings related to several non-personnel items. The decrease from the 2004 budget is primarily due to a \$2,063,400 reduction in the personnel budget and a \$3,189,390 reduction in the non-personnel budget. These reductions are offset by a \$2,382,500 increase in the debt service budget resulting from a scheduled bond issue in 2005, a

\$187,280 increase in employee benefits and a \$119,800 increase in General Fund Overhead.

The 2006 operating budget of \$97,574,020, which is a 2.4% increase over 2005, changes primarily by the budgeted wage and inflation increases in the amount \$1,531,470, an \$850,050 increase in the utilities budget, a \$219,380 increase in benefits and a \$71,810 increase in General Fund Overhead. These increases are offset by a \$373,020 decrease in personnel cost related to the automation of the meter reading operation.

The Cincinnati Water Works is proposing a change in the capital financing plan from the current 80% debt and 20% cash policy in 2005. The new capital-financing plan would provide for 90% debt and 10% cash. The proposed capital financing plan reduces the transfer-to-capital amount from \$12,189,000 in 2004 to \$5,822,000 in 2005 and \$3,972,000 in 2006. The cash versus debt mix will be determined prior to the bond sale.

## PARKING SYSTEM FACILITIES FUND 102

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Parking System Facilities - Fund 102</b>				
Revenue	8,100	8,100	8,827	8,725
Transfers In		2,020		
Prior Year Carryover	3,979	3,979	5,704	5,419
Resources	12,079	14,099	14,531	14,144
Operating Expenditures	9,329	7,470	8,602	8,762
Transfer to Capital	925	925	510	835
Expenditures	10,254	8,395	9,112	9,597
Resources Minus Expenditures	1,825	5,704	5,419	4,547

### Description

Parking System Facilities Fund 102 supports the operations of the City's public garages and parking lots and the payment of debt service incurred for capital improvements. Parking System Facilities operates as a system whereby the more profitable garages and parking lots support those in marginal and less profitable locations. The Parking System is self-supporting and does not receive any resources from the General Fund.

### Major Services

- Provides clean, safe parking lots
- Provides clean, safe parking garages
- Supports regional transportation goals

### Revenues

The revenue estimate for the Parking System Facilities Fund 102 is \$8,827,000 for 2005, which is 9.0% more than the projected revenue in 2004. The increase in projected revenue is based on anticipated revenue from the new parking garage at the northeast corner of Vine Street and Central Parkway, which is expected to become operational in March 2005. Additional revenue from the 7<sup>th</sup> and Broadway Garage is also anticipated, based on actual usage. For 2006, a 1.2% decrease in revenue is projected due to

anticipated lost revenue from the 5<sup>th</sup> and Race Street parking lot, the site of which may be included in future economic development plans downtown.

### Expenditures

The total recommended 2005 operating budget for the Parking System Facilities Fund 102 of \$8,602,180 is a 7.8% decrease compared to the 2004 budget and a 15.1% increase over the 2004 estimated actual. The 2004 estimated actual expenditures decrease by 20% when compared to the 2004 budget primarily due to a reduction in anticipated debt service payments. After considering budgeted wage and inflation increases, the recommended 2005 operating budget increase over the 2004 estimated actual is primarily related to additional operating costs and debt service associated with the new parking garage at the corner of Vine Street and Central Parkway. The 2006 operating budget of \$8,761,900 reflects budgeted wage and inflation increases.

The Parking Facilities Fund 102 supports cash transfers for capital expenditures of \$510,000 in 2005 and \$835,000 in 2006. Capital projects are for structural renovation and equipment replacement and upgrades.

## CONVENTION CENTER FUND 103

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Convention Center - Fund 103</b>				
Revenue	3,250	3,450	2,000	3,000
Prior Year Carryover	1,544	2,009	1,484	0
Resources	4,794	5,459	3,484	3,000
Operating Expenditures	4,488	3,975	3,484	3,000
Expenditures	4,488	3,975	3,484	3,000
Resources Minus Expenditures	306	1,484	0	0

Revenue in 2005 and 2006 in the Convention Center Fund reflects the current schedule of events. Operating expenses will be adjusted when additional information about events at the renovated Cinergy Center becomes available in early 2005.

### Description

Convention Center Fund 103 receives the fees charged for the use of the Cinergy Center and revenue from a portion of the Transient Occupancy Tax to pay for its operation, utilities, and maintenance. The Cinergy Center is operationally self-supporting with these funding sources and does not receive resources from the General Fund.

### Major Services

The Cinergy Center provides space and support services for the following events:

- Conventions
- Conferences
- Trade shows
- Public expositions
- Meeting rooms
- Catered events

### Revenues

The revenue estimate for the Convention Center Fund 103 is \$2,000,000 for 2005, which is a 42% decrease from the estimated actual revenue in 2004 and is 38.5% less than the 2004 budget. The decrease in projected revenue is due to the Center's \$145 million expansion and renovation project, which began in May 2004 and is expected to be completed in July 2006. Approximately 62% of the Center will be closed due to renovation in 2005. In

2006, the revenue estimate is \$3,000,000, which is 50% higher than the anticipated revenue in 2005. The Center is expected to be fully operational by mid-2006, with 35% more space. The increase in revenue for 2006 reflects the Center's current schedule of events.

### Expenditures

The total recommended 2005 operating budget for the Convention Center Fund 103 of \$3,483,710 is a 22.4% decrease compared to the 2004 budget and a 12.3% decrease from the 2004 estimated actual. The 2004 estimated actual decreases by 11.4% when compared to the 2004 budget, which is based on a mid-year review of expenditures. After considering budgeted wage and inflationary increases, the recommended 2005 operating budget decrease from the 2004 estimated actual is primarily related to personnel and non-personnel reductions due to fewer events at the Center while the facility is renovated and expanded. The Center will also receive reimbursements from the capital project for some operating expenses (e.g., electric expenses). The recommended 2006 operating budget is \$3,000,000 based on the Center's current event schedule.

## GENERAL AVIATION FUND 104

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>General Aviation - Fund 104</b>				
Revenue	1,845	1,845	1,900	1,950
Transfers In		45		
Prior Year Carryover	1,116	1,380	1,197	950
<b>Resources</b>	<b>2,961</b>	<b>3,270</b>	<b>3,097</b>	<b>2,900</b>
Operating Expenditures	1,613	1,613	1,567	1,601
Transfer to Capital	460	460	580	470
<b>Expenditures</b>	<b>2,073</b>	<b>2,073</b>	<b>2,147</b>	<b>2,071</b>
<b>Resources Minus Expenditures</b>	<b>888</b>	<b>1,197</b>	<b>950</b>	<b>829</b>

### Description

General Aviation Fund 104 accounts for revenues from hangar rental and other fees at Lunken Airport. Expenditures from this fund support maintenance and general operation of the municipally-owned Lunken Airport. The General Aviation Fund is self-supporting and does not receive resources from the General Fund. Capital improvements for the airport are funded primarily from Federal Aviation Administration (FAA) grants.

### Major Services

- Lunken Airport operation
- Facility development
- Business aircraft support
- Leisure aircraft support

### Revenues

The revenue estimates for the General Aviation Fund 104 are \$1,900,000 for 2005 and \$1,950,000 for 2006. The 2005 estimate is a 3.0% increase over the 2004 budget, while the 2006 estimate is a 2.6% increase over the 2005 estimate. These estimates are based on current rates.

### Expenditures

The total 2005 operating budget for the General Aviation Fund of \$1,567,380 is a 2.9% decrease compared to the 2004 budget. This decrease is related to the elimination of one-time items from the recommended 2005 budget that were included in the 2004 budget. These one-time items included funding for fleet repairs, security cameras, and communication lines to support additional security cameras.

The total 2006 operating budget for the General Aviation Fund of \$1,600,640 is a 2.1% increase over the 2005 recommended General Aviation Fund operating budget. The operating budget changes primarily by the budgeted wage and inflation increases.

The General Aviation Fund 104 provides local matching resources for capital projects financed by the Federal Aviation Administration (FAA). An amount of \$100,000 is included in 2005 in the General Aviation Fund Capital Budget to provide matching resources for capital projects funded by the FAA. A total of \$150,000 is included for 2006.

## MUNICIPAL GOLF FUND 105

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Municipal Golf Fund - 105</b>				
Revenue	6,450	6,450	6,300	6,300
Prior Year Carryover	433	433	580	740
Resources	6,883	6,883	6,880	7,040
Operating Expenditures	5,785	5,767	5,925	6,088
Debt Service	537	536	215	213
Expenditures	6,322	6,303	6,140	6,301
Resources Minus Expenditures	561	580	740	739

### Descriptions

Municipal Golf Fund 105 supports the operation of the City's privately managed golf courses, using receipts from fees charged for the use of the golf courses, driving ranges, golf carts, and concession purchases by golf patrons. The fund includes operations, capital improvements, and debt service.

### Major Services

- Operation and Maintenance of Seven Golf Courses
- Junior Golf Programs
- League Play

### Revenues

The revenue estimates for the Municipal Golf Fund 105 are \$6,300,000 for 2005 and 2006 which is a 2.3% decrease compared to the 2004 budget and 2004 estimated actual. Since 2003, the department has experienced a steady decline in revenue within the golf industry, and the decreased estimate is consistent with the national trend for golf.

### Expenditures

The total recommended 2005 operating budget for the Municipal Golf Fund 105 of \$6,139,900, including debt service, is a 2.9% decrease from the 2004 budget primarily due to a decrease in the debt service costs.

The 2006 operating budget, including debt service, of \$6,300,810 increases by 2.6% over 2005 primarily due to inflationary and General Fund overhead charge increases. A plan to transfer carryover balance resources for capital projects will be developed in early 2005 pending final operating results of 2004.

## STORMWATER MANAGEMENT UTILITY FUND 107

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Stormwater Management Utility - Fund 107</b>				
Revenue	7,700	7,400	7,400	7,400
Transfers In		1,556		
Prior Year Carryover	4,123	4,123	3,749	2,255
Resources	11,823	13,079	11,149	9,655
Operating Expenditures	7,514	7,574	7,699	7,864
Transfer to Capital	1,756	1,756	1,195	1,200
Expenditures	9,270	9,330	8,894	9,064
Resources Minus Expenditures	2,553	3,749	2,255	591

### Description

Stormwater Management Utility Fund 107 was established by the City Council in 1985 to account for the revenues and operating expenses of the Stormwater Management Utility in Cincinnati. Revenues are generated by a user fee determined by a formula using property area and land use based on an intensity of development factor. Expenditures primarily cover capital improvements; storm sewer maintenance and repair; administrative costs of master planning, billing, regulation, and enforcement; City mechanical street sweeping; and a portion of the City parks stormwater mitigation program. The Stormwater Management Utility is self-supporting and does not receive any funding from the General Fund.

### Major Services

- Flood Control
- Drainage Master Planning
- Capital Improvement Projects
- Regulation and Enforcement
- Permit Administration
- Routine and Remedial Maintenance

### Revenues

The revenue estimate for the Stormwater Management Utility Fund 107 is \$7,400,000 for the 2004 estimated actual, and the 2005 and 2006 recommended budget, which is a 3.9% decrease from the 2004 Budget. The revenue estimate decreased by \$300,000 in 2004, 2005, and 2006 because income from treasury investments is expected to decline. These estimates are based on current rates.

### Expenditures

The 2004 estimated actual increases by \$60,000 based on a mid-year review of expenditures. The total 2005 operating budget for the Stormwater Management Fund of \$7,698,950 is a 2.5% increase from the 2004 budget and a 1.7% increase from the 2004 estimated actual. The 2006 operating budget of \$7,863,840 is a 2.1% increase from the 2005 recommended budget. The 2.1% increase in 2005 and 2006 is primarily due to budgeted wage and inflation increases.

The Stormwater Management Utility Fund 107 supports cash transfers for capital expenditures of \$1,195,000 in 2005 and \$1,200,000 in 2006 for Duck Creek Flood Protection and Barrier Dam repairs.



## BOND RETIREMENT FUND 151

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Bond Retirement Fund - 151</b>				
Revenue	86,764	121,333	74,159	53,505
Prior Year Carryover	6,133	7,586	6,516	1,307
Resources	92,897	128,919	80,675	54,812
Operating Expenditures	91,088	122,403	79,368	50,678
Expenditures	91,088	122,403	79,368	50,678
Resources Minus Expenditures	1,809	6,516	1,307	4,134

### Description

Bond Retirement Fund 151 pays the debt service on General Obligation bonds and notes issued to raise capital improvement funding.

### Major Services

- Maintain records of general obligation debt.
- Receive taxes levied for debt service.
- Bill various agencies for self-supporting debt.
- Invest monies until needed to pay debt service payment.
- Schedule and pay debt service when due.

### Revenues

The revenue estimate for the Bond Retirement Fund 151 is \$74,159,000 for 2005 which is a 39% decrease from the 2004 estimated actual amount and a 14.5% decrease from the 2004 budget. The revenue estimate for 2006 is \$53,505,000, which is a 27.9% decrease from the 2005 estimated revenue as a result of the 2005 estimated revenue including proceeds of \$22,000,000 to redeem two notes. Revenue in the Bond Retirement Fund will vary depending on property tax revenue and other sources of debt repayment. The primary source of revenue for the fund is the 5.36 mills of property tax

(over and above the operating budget millage) levied against the assessed value of real and tangible property. By annual

resolution, City Council authorizes the property tax millage required to be levied to service the principal and interest on certain City bonded indebtedness.

### Expenditures

The 2005 expenditure budget is \$79,367,780 which is a 35.2% decrease from the 2004 estimated actual amount and a 12.9% decrease from the 2004 budget. The 2006 expenditure budget is \$50,678,370 which is a 36.1% decrease from the 2005 recommended budget. Expenditures will vary annually depending on the amount of principal and interest to be paid and refundings.

## STREET CONSTRUCTION, MAINTENANCE, & REPAIR FUND 301

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Street Construction, Maintenance, and Repair - Fund 301</b>				
Revenue	8,550	8,150	8,720	9,260
Prior Year Carryover	974	974	433	454
Resources	9,524	9,124	9,153	9,714
Operating Expenditures	8,641	8,691	8,699	8,882
Expenditures	8,641	8,691	8,699	8,882
Resources Minus Expenditures	883	433	454	832

### Description

Street Construction, Maintenance, and Repair Fund 301 is used by the Public Services Department to supplement the maintenance and repair of the City's street system and traffic control devices. The funds are received from the State of Ohio from the motor vehicle license tax and gasoline taxes.

### Major Services

- Street Maintenance
- Street Repair
- Snow Removal
- Street Signage

### Revenues

The revenue estimate for the Street Construction, Maintenance, and Repair Fund 301 is \$8,720,000 for 2005, which is a 2.0% increase from the 2004 budget and a 7.0% increase compared with the 2004 estimated actual. Revenue for 2006 is a 6.2% increase compared to 2005. These estimates are based on current rates and additional proportionally shared taxes from the State of Ohio. In 2003 the motor vehicle fuel tax collected by the State of Ohio was increased. This increase is distributed to municipal corporations, counties, and townships according to a distribution formula to pay for local highway related purposes. The

increase has been included in the 2005 and 2006 budget.

### Expenditures

The 2004 estimated actual increases by \$50,000 based on a mid-year review of expenditures. The total recommended 2005 operating budget for the Street Construction, Maintenance and Repair Fund of \$8,698,980 is a 0.7% increase compared to the 2004 budget and a 0.1% increase from the 2004 estimated actual. After considering budgeted wage and inflation increases in a net amount of \$29,120, other increases include new sign installation transferred from Fund 302 to Fund 301 totaling \$202,710, position vacancy adjustments totaling \$196,850, and increased fleet repair and fuel costs totaling \$187,660. These increases are offset by reductions primarily related to the elimination of five positions totaling \$282,890, a reduction in the Greenspace Program including the elimination of three positions totaling \$134,460, and elimination of City step maintenance totaling \$82,770.

The recommended 2006 operating budget of \$8,881,640 increases by 2.1% compared to 2005, primarily due to budgeted wage and inflation increases.

## INCOME TAX-INFRASTRUCTURE FUND 302

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Income Tax-Infrastructure - Fund 302</b>				
Revenue	12,952	12,790	13,062	13,493
Prior Year Carryover	3,517	3,517	2,141	1,496
Resources	16,469	16,307	15,203	14,989
Operating Expenditures	14,166	14,166	13,707	13,819
Expenditures	14,166	14,166	13,707	13,819
Resources Minus Expenditures	2,303	2,141	1,496	1,170

### Description

Income Tax-Infrastructure Fund 302 accounts for receipts from the 0.1% increase in the Income Tax approved by voters in 1988 and for expenses for repair, upkeep, and improvements of the City's infrastructure. The Infrastructure Income Tax Ordinance requires that the City meet a commitment to appropriate at least \$57.5 million in 2005 and \$60.1 million in 2006 for yearly infrastructure needs from both the Operating and Capital programs. The Ordinance requires that 90% of this funding be spent or encumbered within three years of the original appropriation or the City will lose the 0.1% Infrastructure Income Tax.

### Major Services

- Street and Bridge Maintenance
- Traffic Operations
- City Facility Maintenance
- Park and Recreation Facility Maintenance

### Revenues

The revenue estimate for the Income Tax-Infrastructure Fund 302 is \$13,062,000 for 2005, which is a 0.9% increase compared to the 2004 budget and a 2.1% increase compared to the 2004 estimated actual. Revenue for 2006 is a 3.3% increase compared to 2005. Revenue is based on the income tax forecast.

### Expenditures

The total recommended 2005 operating budget for the Income Tax-Infrastructure Fund of \$13,707,400 is a 3.2% decrease compared to the 2004 budget. The decrease is primarily attributable to the transfer of the crack sealing activity to the capital budget in the amount of \$600,000, the transfer of new sign installation expenditures to Fund 301 in the amount of \$202,710, the reduction of \$153,450 for City Hall renovations, the reduction in travel and training in the amount of \$9,100, and various personnel adjustments in the amount of \$4,140. These reductions are partially offset by increases in fleet and fuel in the amount of \$150,000, sundry supplies in the amount of \$50,000, and budgeted wage and inflation increases in the amount of \$310,400.

After considering budgeted wage and inflation increases in the net amount of \$239,470, the recommended 2006 operating budget of \$13,818,850 increases by 0.8%. Offsetting reductions include eliminating the remaining \$78,240 for City Hall renovations, eliminating \$15,020 for the City Facility Management Energy program, and personnel reimbursement reductions of \$34,210.

## PARKING METER FUND 303

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Parking Meter - Fund 303</b>				
Revenue	929	929	1,267	1,233
Prior Year Carryover	946	946	255	66
Resources	1,875	1,875	1,522	1,299
Operating Expenditures	1,620	1,620	1,456	1,176
Expenditures	1,620	1,620	1,456	1,176
Resources Minus Expenditures	255	255	66	123

### Description

Parking Meter Fund 303 accounts for net receipts from the City's parking meters throughout the City, but primarily downtown. Expenditures are appropriated for selected operations in the Community Development and Planning Department, the Traffic and Road Operations Division of the Public Services Department, and the Traffic Engineering Division of the Department of Transportation and Engineering.

### Major Services

- Traffic and Road Operations
- Economic Development
- Traffic light maintenance and utility costs
- Greenspace maintenance for Park Board properties and the City's gateways
- Traffic enforcement/planning within the Police Department
- Special Improvement District (SID) assessments for General Fund agencies

### Revenues

The revenue estimate for the Parking Meter Fund 303 is \$1,267,442 for 2005 which is a 36.4% increase from 2004 budget and 2004 estimated actual. For 2006, the revenue decreases by 2.7%. It should be noted that Fund 303 is funded via a transfer from the Parking Facilities Fund 102. The

transfer is associated with the net operating margin of parking enforcement of on-street parking (coinage from meters less parking enforcement costs, not including employee benefits and administrative overhead). Prior transfers were predicated on a base amount escalated each year by 2.3%. The operating margin has exceeded the transfer amount for the past several years. Beginning in 2005, the transfer amount from Fund 102 to Fund 303 will be based on the entire operating margin. For 2005, this results in a \$1,267,442 transfer and for 2006 a \$1,233,463 transfer.

### Expenditures

The total recommended 2005 operating budget for the Parking Meter Fund of \$1,456,320 is a 10.1% decrease from the 2004 budget. After considering budgeted wage and inflation increases in a net amount of \$44,270, a net reduction of \$163,500 is attributable to a \$42,610 decrease with the Community Development and Planning Department, a \$108,800 decrease with the Parks Department, and a \$156,890 decrease in the Police Department. These decreases are partially offset by a \$41,630 increase in SID assessments within the Fund 303 non-departmental accounts for SID assessments previously budgeted in departmental

Fund 303 appropriations, a \$40,000 increase in the Public Services Department for traffic control maintenance and a \$18,900 increase in the Transportation and Engineering Department for increased utility costs for the City's traffic control devices. The recommended 2006 operating budget of \$1,175,800 is a 19.2% decrease compared to 2005, which assumes additional reductions to maintain an adequate carryover balance. These additional reductions will be addressed during the 2006 Budget Update process.

## MOTOR VEHICLE LICENSE TAX FUND 306

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Motor Vehicle License Tax - Fund 306</b>				
Revenue	2,500	2,300	2,310	2,310
Prior Year Carryover	499	499	186	234
Resources	2,999	2,799	2,496	2,544
Operating Expenditures	2,613	2,613	2,262	2,169
Expenditures	2,613	2,613	2,262	2,169
Resources Minus Expenditures	386	186	234	375

### Description

Municipal Motor Vehicle License Tax Fund 306 accounts for the receipts from the Motor Vehicle License Tax levied by the City and 50% of the receipts from the tax levied by Hamilton County. Fund expenditures are dedicated to repair, upkeep, and improvements to the City's right-of-way.

### Major Services

- Street Maintenance
- Street Repair
- Snow Removal
- Street Signage

### Revenues

The revenue estimates for the Municipal Motor Vehicle License Tax Fund 306 are \$2,310,000 for 2005 and 2006 which is a 7.6% decrease compared to 2004 budget and a 0.4% increase over the 2004 estimated actual. These estimates are based on current rates. The decline in revenue is because in recent years state and county records have been refined to more accurately reflect the actual jurisdictional location of registered vehicles. This has resulted in vehicles registered in "Cincinnati" being assigned to other neighboring jurisdictions.

### Expenditures

The total recommended 2005 budget for the Municipal Motor Vehicle License Tax Fund of \$2,262,470 is a 13.4% decrease compared to the 2004 budget and 2004 estimated actual. After considering budgeted wage and inflation increases in the net amount of \$3,990, this decrease is due to the elimination of eight positions and a position vacancy adjustment (\$224,390) and a decrease in municipal garage costs (\$130,530). Please see the Public Services departmental chapter for additional details on these reductions. The recommended 2006 operating budget of \$2,169,010 is a 4.1% decrease compared to 2005. After considering budgeted wage and inflationary increases in the net amount of \$49,830, the 2006 operating budget change is due to the elimination of two positions (\$97,940) and a decrease in municipal garage costs (\$44,890).

## SAWYER POINT FUND 318

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Sawyer Point - Fund 318</b>				
Revenue	825	850	850	850
Prior Year Carryover	972	972	347	317
Resources	1,797	1,822	1,197	1,167
Operating Expenditures	1,186	1,160	880	897
Transfer to Capital		315		
Expenditures	1,186	1,475	880	897
Resources Minus Expenditures	611	347	317	270

### Description

Revenue to support the Sawyer Point Fund 318 is generated from waterfront fee-based programs, waterfront special activities and events, and concession purchases. In May of 1997, Jacor Broadcasting Corporation contracted with the Cincinnati Recreation Commission to produce Riverfest, Kidsfest, the All-American Birthday Party, and the Procter and Gamble Concert Series. This contractual arrangement reduces the expenses and net revenues associated with the Sawyer Point Fund.

### Major Services

- Operation and maintenance of Central Riverfront
- Showboat Majestic
- Special events including Riverfest, Kidsfest, and concerts

### Revenues

The revenue estimates for the Sawyer Point Fund 318 is \$850,000 for 2005/2006. The 2005/2006 estimate is a 3.0% increase over the 2004 budget primarily due to pending fee increases.

### Expenditures

The total 2005 operating budget for the Sawyer Point Fund of \$880,380 reflects a 25.8% decrease from the 2004 budget and 24.1% from the 2004 estimated actual. The decrease from the 2004 budget to the 2004 estimated actual is attributable to a mid-year review of expenditures. Additionally, based on donations for capital improvements at the P&G Pavilion, there is \$315,000 transfer to capital reflected in the 2004 estimated actual expenditures. The recommended expenditure decrease in 2005 compared to the 2004 budget is based on the department's average expenditures for the past few years.

The 2006 operating budget of \$897,220 is an increase of 1.9% over the 2005 budget which is primarily due to inflationary and General Fund overhead charge increases.

## RECREATION SPECIAL ACTIVITIES FUND 323

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Recreation Special Activities - Fund 323</b>				
Revenue	3,150	2,900	3,000	3,000
Prior Year Carryover	609	609	368	225
Resources	3,759	3,509	3,368	3,225
Operating Expenditures	3,187	3,141	3,143	3,075
Expenditures	3,187	3,141	3,143	3,075
Resources Minus Expenditures	572	368	225	150

### Description

Special Activities Fund 323 accounts for the receipts and operating expenditures of recreation facility rentals, day camps, swimming pools, Schmidt boat ramp, concessions, and Recreation Center contract classes.

The total 2005 operating budget for the Special Activities Fund of \$3,143,120 is a 1.4% decrease compared to the 2004 budget primarily due to a decrease in expenditures necessary to balance the fund and maintain a reserve balance of 5%.

### Major Services

- Citywide athletic programs
- Day and summer camps
- After school programs
- Swimming pools
- Recreation centers

The total 2006 operating budget reflects a decrease of \$68,000 or 2.2% from the 2005 budget primarily due to a decrease in expenditures necessary to balance the fund and maintain a reserve balance in excess of 5%. Specific expenditure reductions will be addressed during the 2006 Budget Update process.

### Revenues

The revenue estimate for the Recreation Special Activities Fund 323 of \$3,000,000 for 2005 and 2006 represents a 4.8% decrease compared to the 2004 budget and a 3.4% increase over the 2004 estimated actual. The increase is primarily due to a slight increase in fees and estimated revenue to be generated from the new Mt. Washington Recreation Center.

### Expenditures

The 2004 estimated actual decreases by \$46,000 based on a mid-year review of expenditures.



## HEALTH SERVICES FUND 395

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Health Services - Fund 395</b>				
Revenue	3,500	3,500	3,500	3,500
Prior Year Carryover	1,456	2,279	1,416	460
Resources	4,956	5,779	4,916	3,960
Operating Expenditures	4,363	4,363	4,456	3,781
Expenditures	4,363	4,363	4,456	3,781
Resources Minus Expenditures	593	1,416	460	179

Note: The 2006 operating expenditures assume reductions of approximately \$675,000 from the 2005 recommended funding level to maintain a 5% carryover balance. These reductions will be implemented during the 2006 Budget Update process.

### Description

Health Services Fund 395 receives revenue from Medicare, Medicaid, and other third party payments for services rendered by the City's health clinics to qualifying patients. This fund supports a policy of wellness and preventive health maintenance to serve the health needs of citizens.

### Major Services

- Adult Medical Services
- Pediatric Medical Services
- Dental Services
- OB/GYN Services
- Laboratory Testing
- Pharmaceutical Services
- Nutritional Services
- Social Services

### Revenues

The revenue estimates for the Health Services Fund 395 are \$3,500,000 for 2005 and 2006, representing no change from 2004. They reflect current reimbursement rates and service levels.

### Expenditures

The total recommended 2005 operating budget for the Health Services Fund of \$4,455,850 is a 2.1% increase compared to the 2004 approved budget and the 2004 estimated actual. The increase in expenditures represents normal inflationary increases.

The total 2006 operating budget for the Health Services Fund 395 will need a reduction of approximately \$675,000 or 15.1% from the 2005 recommended amount of \$4,455,850 because expected revenue cannot support the current level of service and carryover balances will have been used. These reductions will be implemented during the 2006 Budget Update process.

## CABLE COMMUNICATIONS FUND 424

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Cable Communications - Fund 424</b>				
Revenue	2,400	2,400	2,400	2,400
Prior Year Carryover	1,582	1,582	330	535
Resources	3,982	3,982	2,730	2,935
Operating Expenditures	2,111	2,111	2,195	2,243
Transfer to Capital	1,541	1,541	0	0
Expenditures	3,652	3,652	2,195	2,243
Resources Minus Expenditures	330	330	535	692

### Description

The franchise fee applied to Time Warner Cable's gross revenues from Cincinnati subscribers supports the Cable Communications Fund 424. The Fund supports the Office of Cable Communications, which monitors Time Warner Cable service and produces programming for the City's government access channel. It also supports the Communication Technology Services section in the Regional Computer Center, which provides general City telecommunication services such as installation and repair of telephone equipment and fiber optic cable, and public safety radio and emergency communication systems.

### Major Services

- Citywide telephone and voice mail systems
- Computer network support
- Citywide fiber optic network
- Police radio systems
- Emergency communications services
- City Cable government access channel and programs
- Monitoring of Time Warner Cable Contract

### Revenues

The 2005/2006 revenue estimate for the Cable Communications Fund 424 is \$2,400,000 and is

consistent with the prior year based on the current fee structure.

### Expenditures

The total 2005 operating budget for the Cable Communications Fund 424 of \$2,195,050 is a 4.0% increase over the 2004 budget and 2004 estimated budget. The increase is primarily due to continued operating support for the Electronic Government Information Technology initiatives and budgeted inflationary increases.

The 2006 operating budget of \$2,243,320 is a 2.2% increase over the 2005 budget primarily due to inflationary.

In 2003/2004, the Cable Communications Fund 424 supported cash transfers for capital expenditures. The capital projects supported information technology infrastructure and systems enhancements. No capital transfers are recommended for 2005/2006.

## METROPOLITAN SEWER DISTRICT FUND 701

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Metropolitan Sewer District - Fund 701</b>				
Revenue	149,371	149,371	153,951	166,113
Prior Year Carryover	0	0	0	0
Resources	149,371	149,371	153,951	166,113
Operating Expenditures	144,848	144,848	151,769	160,624
Expenditures	144,848	144,848	151,769	160,624
Resources Minus Expenditures	4,523	4,523	2,182	5,489
Transfers to Capital Reserves	4,523	4,523	2,182	5,489
Revenue Minus Expense & Transfers	0	0	0	0

### Description

Metropolitan Sewer District Fund 701 supports the management and operation of the Metropolitan Sewer District (MSD). MSD is run by the City on behalf of Hamilton County. User fees charged to customers fund operating expenses and capital improvements.

### Major Services

- Metropolitan Sewer District Administration
- Wastewater Treatment
- Wastewater Collection
- Industrial Waste Management
- Capital Improvement Planning and Implementation
- Engineering Services

### Revenues

The revenue estimate for the Metropolitan Sewer District Fund 701 is \$153,951,000 for 2005, which is a 3.1% increase over the 2004 budget and 2004 estimated actual. This increase is primarily due to the proposed 8.6% sewer rate increase in 2005, while revenue from other services and fees are expected to remain constant. MSD rate increases are approved by

Hamilton County Board of Commissioners. A cost-of-service rate study is currently underway.

Revenue for 2006 assumes a 7.9% rate increase. Both the 2005 and 2006 rate increases were approved by the County in January 2004. These rate increases support the significant capital improvement requirements of the Global Consent Decree approved by the County and the City.

### Expenditures

The total 2005 operating budget for the Metropolitan Sewer District Fund of \$151,769,440 is a 4.8% increase over the 2004 budget and the 2004 estimated actual. After considering budgeted wage and inflation increases, the recommended 2005 operating budget increase is primarily due to additional debt service (\$4,193,500), higher projected gas and electric costs (\$1,389,230), and additional expert services (\$1,182,000). The 2006 operating budget of \$160,623,870, which is a 5.8% increase from 2005, changes primarily by wage and inflation increases, and debt service.

## INCOME TAX TRANSIT FUND 759

(In \$000s)	2004 Budget	2004 Estimated Actual	2005 Recommended Budget	2006 Recommended Budget
<b>Income Tax Transit - Fund 759</b>				
Revenue	38,375	37,370	38,187	39,479
Prior Year Carryover	3,273	3,387	2,383	2,091
Resources	41,648	40,757	40,570	41,570
Operating Expenditures	37,651	38,274	38,379	39,642
Transfer of Capital	100	100	100	100
Expenditures	37,751	38,374	38,479	39,742
Resources Minus Expenditures	3,897	2,383	2,091	1,828

### Description

The Income Tax Transit Fund 759 accumulates the proceeds of the 0.3% of the (2.1% total) Income Tax established for City transit needs. The City of Cincinnati has a contract with the Southwest Ohio Regional Transit Authority (SORTA) to operate the bus system. The City's Transit Fund, along with fare box receipts, Federal and State grants, and miscellaneous revenues, provide the resources for the SORTA budget. The Transit Fund also supports transportation-related functions within City departments.

### Major Services

- Metro bus service
- Access service for the disabled
- Mass transportation administration and planning

### Revenues

The revenue estimates for the Income Tax Transit Fund 759 are \$38,187,489 for 2005 which is a 0.5% decrease compared to 2004 budget and 2.2% increase compared to the 2004 estimated actual. The \$39,479,063 amount for 2006 is a 3.4% increase compared to 2005.

These estimates are based on current rates and income tax collections.

### Expenditures

The total 2005 operating budget for the Income Tax Transit Fund of \$38,379,140 is a 0.3% increase compared to the 2004 estimated actual budget and a 1.9% increase compared to the 2004 budget. The 2006 operating budget of \$39,642,030 is a 3.3% increase over 2005.

The recommended SORTA budget for 2005 is \$37,672,000, which is a 0.2% increase compared to the 2004 SORTA budget of \$37,587,760. It should be noted that the 2004 approved budget appropriation initially funded SORTA for only the first quarter of 2004. Subsequent quarterly appropriations were approved by City Council to fully fund SORTA at \$37,587,760. For 2006, the recommended SORTA budget is \$38,916,000, which is a 3.3% increase compared to the 2005 SORTA Budget.

THIS PAGE INTENTIONALLY LEFT BLANK